

#### BEFORE THE ARIZONOM COMPORATIONOCOMMISSION 1 DOCKETED 2 CARL J. KUNASEK **CHAIRMAN** JAN 1 2 2000 3 JIM IRVIN COMMISSIONER DOCKETED BY 4 WILLIAM A. MUNDELL COMMISSIONER 5 DOCKET NO. T-03641A-99-0392 IN THE MATTER OF THE JOINT APPLICATION T-03761A-99-0392 OF TELIGENT, INC. AND TELIGENT SERVICES, INC. TO TRANSFER TELIGENT, INC'S 7 CERTIFICATE OF CONVENIENCE AND DECISION NO. 62233 NECESSITY TO PROVIDE INTRASTATE TELECOMMUNICATIONS SERVICES TO ITS SUBSIDIARY, TELIGENT SERVICES, INC. ORDER Open Meeting 10 January 5 and 6, 2000 Phoenix, Arizona 11 BY THE COMMISSION: 12 On July 14, 1999, Teligent, Inc. ("Teligent") and Teligent Services, Inc. ("TSI") filed with the 13 Arizona Corporation Commission ("Commission") a joint application for approval of the transfer of 14 Teligent's Certificate of Convenience and Necessity ("CC&N") to its newly-formed subsidiary, TSI. 15 On October 22, 1999, the Commission's Utilities Division Staff ("Staff") filed a Staff Report, 16 in which it recommended approval of the application without a hearing. 17 **DISCUSSION** 18 Teligent is a publicly-owned company with a market capitalization of \$3.36 billion as of 19 April, 1999. Teligent's subsidiaries are authorized to provide facilities-based service in 39 states and 20 have resold interexchange authority in 10 others. 21 TSI is a Delaware Corporation formed on April 28, 1999, and has the authority to transact 22 business in the State of Arizona. TSI is a wholly-owned subsidiary of Teligent, Inc. TSI will act as 23 Teligent's operating company for the provision of telecommunications services in Arizona. 24 25 Having considered the entire record herein and being fully advised in the premises, the

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Commission finds, concludes, and orders that:

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# FINDINGS OF FACT

- 1. Teligent provides facilities-based and resold telecommunications services throughout 49 states.
  - 2. TSI is a wholly-owned subsidiary of Teligent.
- 3. On July 14, 1999, Teligent and TSI filed a joint application for approval of the transfer of Teligent's CC&N to TSI.
- 4. On October 21, 1999, Staff filed a Staff Report, in which it recommended approval of the application without a hearing, subject to the following conditions:
  - a. that TSI issue a tariff that duplicates the rates, terms, and conditions found in Teligent's current tariff; and
  - b. that TSI provide notice to its customers of the proposed transfer.
- 5. TSI will act as the operating company for the provision of telecommunications services in Arizona.
- 6. The customers of Teligent will experience no interruption of service or change in the management or operation of the company since the transfer of the provision of service amounts to only a "paper" change.

## **CONCLUSIONS OF LAW**

- 1. Teligent and TSI are public service corporations within the meaning of Article XV of the Arizona Constitution and A.R.S. §§ 40-281 and 40-282.
- 2. The Commission has jurisdiction over Teligent and TSI and the subject matter of the application.
- 3. The transfer approved herein is for lawful purposes, within Teligent and TSI's corporate powers, and is compatible with the public interest.

#### **ORDER**

- IT IS THEREFORE ORDERED that Teligent's Certificate of Convenience and Necessity shall be transferred to Teligent Services, Inc.
- IT IS FURTHER ORDERED that the transfer be approved, on the condition that the applicants notice any and all of its customers in the State of Arizona of the transfer.

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IT IS FURTHER ORDERED that the transfer be approved, on the condition that Teligent Services, Inc. issue a tariff that duplicates the rates, terms, and conditions found in Teligent, Inc.'s current tariff within 30 days from the effective date of this Decision. IT IS FURTHER ORDERED that this Decision shall become effective immediately. BY ORDER OF THE ARIZONA CORPORATION COMMISSION. Genaceli COMMISSIONER IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive Secretary of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 12th day of Qanuary, 2000. McNEII EXECUTIVE SECRETARY DISSENT SG:dap 

1	SERVICE LIST FOR:	TELIGENT, INC. AND TELIGENT SERVICES, INC	
2	DOCKET NO.	T-03641A-99-0392 AND T-03761A-99-0392	
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